



United States Department of the Interior

BUREAU OF LAND MANAGEMENT

Utah State Office

P.O. Box 45155

Salt Lake City, UT 84145-0155

<http://www.blm.gov>



IN REPLY REFER TO:

3809

(UT-924-OA)

UTU-70615, et al.

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AUG 17 2004

DIV OF OIL GAS & MINING

August 12, 2004

CERTIFIED MAIL--Return Receipt Requested

DECISION

Obligor/Operator:

David Penney

Penny Gemstones

P. O. Box 312

Beaver, UT 84713

Notice Operations: UTU-70615

UTU-70660

UTU-75877

UTU-75878

UTU-78293

Financial Institution:

Utah Independent Bank

P. O. Box 1030

Beaver, UT 84713

Nationwide Bond Amount: \$50,000

Nationwide Financial Guarantee Accepted to Cover Additional Notices Notices Extended

You filed notices extending 3809 notices UTU-70615, UTU-70660, UTU-75877, UTU-75878 and UTU-78293 with the Fillmore Field Office, Bureau of Land Management (BLM). The reclamation cost estimate is determined to be as follows:

<u>3809 Notice</u>	<u>Reclamation Cost</u>
UTU-70615	\$1,000.00 - 5/023/083 - Rapunzel
UTU-70660	\$9,800.00 - 5/027/024 - Little Spot
UTU-75877	\$2,600.00 5/027/096 - Fantasy Land
UTU-75878	\$3,000.00 - 5/027/073 - Pretty in Pink
UTU-78293	\$1,800.00 - 5/027/073 - white tiger
Total:	\$18,200.00

This office accepted a nationwide bond in the form of a letter of credit (LOC) in the amount of \$50,000 effective July 14, 2003. A total of \$26,000 is obligated for 3809 notices UTU-71326, UTU-78613, and UTU-79746 in Utah.

The nationwide financial guarantee is accepted as of August 11, 2004, to cover notices UTU-70615, UTU-70660, UTU-75877, UTU-75878, and UTU-78293. Accordingly, notices UTU-70615, UTU-70660, UTU-75877, UTU-75878, and UTU-78293 are extended until January 20, 2005.

The bond covers operations conducted by or on behalf of the obligor/operator for 3809 notices UTU-71326, UTU-78613, UTU-79746, UTU-70615, UTU-70660, UTU-75877, UTU-75878, and UTU-78293.

The pledge for the bond is a LOC written by the financial institution named above. The LOC will be retained in this office until all terms and conditions of the operations have been fulfilled or until a satisfactory replacement bond has been accepted. The LOC will be returned to the financial institution when this office determines that the bond is not longer required.

The LOC will continue indefinitely in the absence of notice from the financial institution of its determination not to renew the letter. Such a notice must be received in this office at least 90 days prior to the original expiration date of May 28, 2004, or the automatic extension dates falling on the same day in subsequent years. A copy of such notice also should be provided to the obligor, who would then be responsible for providing a replacement security to the BLM. Unless the obligor provides a satisfactory replacement bond at least 30 days prior to the then fixed expiration date, BLM will demand that the financial institution pay the full amount of the credit to ensure continuing bond coverage of the obligor. Any such funds thus obtained will be retained as long as none are required to correct defaults, until the bond is no longer required or until replacement bond coverage is accepted by the BLM.

The bond will be maintained by this office. The bond constitutes coverage of all operations conducted by or on behalf of the obligor on Federal lands (nationwide). The bond provides coverage of the obligor where that obligor has interest in, and/or responsibility for plans of operations or notices on public lands issued under the authority of any of the Acts cited on the bond.

A total of \$44,200 is obligated to the 3809 notices in Utah. A total \$5,800 remains available for other 3809 notices/plans nationwide. If you have any questions concerning the bond, please contact Opie Abeyta at (801) 539-4123.

JAMES F. KOHLER

James F. Kohler
Chief, Branch of Solid Minerals

cc: Ed Ginouves, CCFO (UT-040)
Sheri Wysong, FFO (UT-010)
Terry Snyder, USO (UT-923)
Joelle Burns, UDOGM
1594 W. North Temple, Suite 1210
Salt Lake City, UT 84114

**DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMEN
CASE RECORDATION
(LIVE) Serial Register Page**

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01 07-23-1955;069STAT0367;30USC612

Total Acres
4.999

Serial Number
UTU--- - 075878

Case Type 380913: SURFACE MGT- NOTICE
Commodity 565: STONE,SPECIALTY LCS
Case Disposition: AUTHORIZED

Serial Number: UTU--- - 075878

Name & Address	Int Rel	%Interest
PENNEY DAVID L PO BOX 312 BEAVER UT 84713	CLAIMANT	33.333340000
PENNEY DAVID L PO BOX 312 BEAVER UT 84713	OPERATOR	100.000000000
ROBINSON TINA 210 S 300 E BEAVER UT 84713	CLAIMANT	33.333330000
SHOTWELL DESIREE PO BOX 164 BEAVER UT 84713	CLAIMANT	33.333330000

Mer Twp Rng	Sec	SType	SNr Suff	Subdivision	District/Resource Area	County	Mgmt Agency
26	0250S	0190W	024	ALIQ	SW;	FILLMORE FIELD OFFICE	MILLARD BUREAU OF LAND MGM

Serial Number: UTU--- - 075878

Act Date	Code	Action	Action Remarks	Pending Office
07/14/1998	387	CASE ESTABLISHED		
07/14/1998	405	NOTICE OF INTENT/DISTURB	4.999;AC PROP DISTURB	
07/14/1998	501	REFERENCE NUMBER	UMC365009;	
07/14/1998	669	LAND STATUS CHECKED	MTP,MCFICHE;	
07/23/1998	874	RESOURCE CLEARANCES	T&E PLANT;	
07/24/1998	874	RESOURCE CLEARANCES	T&E ANIMAL;	
07/29/1998	868	EFFECTIVE DATE		
07/29/1998	896	CONFLICT IDENTIFIED	COMMON VARIETY;	
08/05/1998	041	COMPL EXAM/RPT COMPLETED		
08/14/1998	501	REFERENCE NUMBER	UDOGM S/027/073;	
08/26/1998	874	RESOURCE CLEARANCES	ARCHY;	
11/18/1998	041	COMPL EXAM/RPT COMPLETED		
06/21/1999	041	COMPL EXAM/RPT COMPLETED		
04/28/2000	600	RECORDS NOTED		
05/09/2000	041	COMPL EXAM/RPT COMPLETED		
09/06/2000	041	COMPL EXAM/RPT COMPLETED		
09/06/2000	528	ACRES DISTURBED	1.6;	
11/08/2000	041	COMPL EXAM/RPT COMPLETED	GARAHANA;	
07/25/2001	041	COMPL EXAM/RPT COMPLETED	MANSFIELD;	
07/11/2002	974	AUTOMATED RECORD VERIF	SW;	
09/10/2002	041	COMPL EXAM/RPT COMPLETED	LG;	
09/19/2002	041	COMPL EXAM/RPT COMPLETED	JM	
10/22/2002	295	EXTENSION FILED		
07/03/2003	041	COMPL EXAM/RPT COMPLETED		
04/07/2004	300	BOND REQUIRED	\$3000; FFO	
08/11/2004	376	BOND FILED	\$3000;LOC;UTB000050	
08/12/2004	909	BOND ACCEPTED	EFF 8/11/2004; /A/	

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Line Nr	Remarks	Serial Number: UTU--- - 075878
0001	/A/ \$50000 NW BOND ACCEPTED FOR UTU70615, UTU70660,	
0002	UTU75877, UTU75878, & UTU78293;	
0003	/B/ NW BOND ALREADY COVERS UTU71326, UTU78613,	
0004	& UTU79746; \$44200 OBLIGATED, \$5800 AVAILABLE;	

NO WARRANTY IS MADE BY BLM
FOR USE OF THE DATA FOR
PURPOSES NOT INTENDED BY BLM